To: File

From: Frank Filas

Re: Site Inspection, M/021/008 - Iron Mountain and DOE/021/007 -Treasure Box, Iron County, Utah

On March 29, 1988 Holland Shepherd and I inspected the above referenced site(s). This area consists of old prelaw waste dumps which are owned by CF&I Corporation.

Mr. Carlyle Johnson obtained the lease on this property and filed DOE/021/007 in 1984. Mr. Johnson built the black shed (see attached picture) and crushed some of the larger boulders from the old waste dump.

In the fall of 1985 U.S. Steel acquired the sublease and filed a second D.O.E. on the site. This D.O.E. was granted with the stipulation that a detailed MRP be submitted for the site. This MRP (M/021/008) was submitted in the spring of 1986 and was given tentative approval in July, 1986. The plan calls for the reprocessing of approximately 12 acres of old waste dumps for their iron content. The Geneva Steel Mill closed in August, 1986 and the crushing operation was suspended. U.S. Steel has never posted the requested reclamation bond.

The March 29th inspection revealed that the conveyors and crushing circuit have been removed from the site. Several small piles of crushed material and a concrete conveyor loading point is all that remains from the U.S. Steel operation. Iron County has trucked off most of the -2" reject from the crushing operation. Surface disturbance appears to have encompassed about two acres.

Geneva Steel bought out most of U.S. Steel's iron ore property in 1987 and now wishes to have Gilbert Development process the waste dumps for ore shipment to their mill in Orem. I informed Roy Benson of Geneva Steel that it would be O.K. for them to set up their equipment, but a permit transfer and a bond will have to be submitted prior to mining the dumps.

Roy Benson said that they planned to reclaim the area disturbed by Carlyle Johnson when they finish mining the dump. It is recommended that Mr. Johnson be contacted to see if he has any future plans for the Treasure Box claims. If not, the D.O.E. file should probably be retired.

cc: L. Braxton

W. Hedberg

H. Shepherd